

**ELISHA MINISTRIES, INCORPORATED**  
**RUSTON, LOUISIANA**

**FINANCIAL STATEMENTS**  
**AND INDEPENDENT AUDITOR'S REPORT**  
**WITH SUPPLEMENTAL INFORMATION**  
**As of and for the Year Ended July 31, 2009**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 11/4/09

**BY**

**ROSIE D. HARPER**  
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**ELISHA MINISTRIES, INCORPORATED  
RUSTON, LOUISIANA**

**FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITOR'S REPORT  
WITH SUPPLEMENTAL INFORMATION  
As of and for the Year Ended July 31, 2009**

**ELISHA MINISTRIES, INCORPORATED**  
**Ruston, Louisiana**

**Financial Statements  
and Independent Auditor's Report  
with Supplemental Information  
As of and for the Year Ended July 31, 2009**

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### Independent Auditor's Report

To the Board of Directors of  
Elisha Ministries, Incorporated

I have audited the accompanying statement of financial position of Elisha Ministries, Incorporated as of July 31, 2009, and the related statements of activities, and cash flows for the year then ended. These financial statements are the responsibility of Elisha Ministries, Incorporated's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

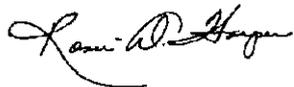
In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Elisha Ministries, Incorporated as of July 31, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated September 15, 2009 on my consideration of Elisha Ministries, Incorporated's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

My audit was conducted for the purpose of forming an opinion on the basic financial statements of Elisha Ministries, Incorporated taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the

**Elisha Ministries, Incorporated**  
**Independent Auditor's Report (Continued)**

basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Rosie D. Harper  
Certified Public Accountant

Monroe, Louisiana  
September 15, 2009

# **FINANCIAL STATEMENTS**

ELISHA MINISTRIES, INCORPORATED  
Statement of Financial Position

July 31, 2009

**Assets**

Cash and Cash Equivalents		\$	43,467
Grants Receivable			<u>6,950</u>
Total Assets			<u><u>50,417</u></u>

**Liabilities and Net Assets**

Liabilities:

Payroll Liabilities			1,391
Deferred Revenue			6,107
Notes Payable			<u>5,613</u>
Total Liabilities			<u>13,111</u>

Net Assets:

Unrestricted:

Operating			31,199
Total Unrestricted			<u>31,199</u>

Temporarily Restricted			<u>6,107</u>
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Total Net Assets			<u>37,306</u>
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Total Liabilities and Net Assets		\$	<u><u>50,417</u></u>
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See Accompanying Auditor's Report and Notes to Financial Statements.

ELISHA MINISTRIES, INCORPORATED  
Statement of Activities

For the Year Ended  
July 31, 2009

**UNRESTRICTED NET ASSETS****Support**

Contribution Income	\$ 6,328
Client Contribution-Lease Payments	28,140
Fundraiser	509
In-kind Contributions	60,339
Total Support Revenue	<u>95,316</u>
 TOTAL UNRESTRICTED SUPPORT	 <u>95,316</u>

**Net Assets Released from Restrictions**

Restrictions Satisfied by Payments	213,012
TOTAL UNRESTRICTED SUPPORT AND RECLASSIFICATION	<u>308,328</u>

**Expenses**

Support Services	174,643
General & Administrative Expense	12,722
Operations	94,518
Total Expenses	<u>281,883</u>
Change in Unrestricted Net Assets	<u>26,445</u>

**TEMPORARILY RESTRICTED NET ASSETS**

## Grants

Federal Grant	
HUD	172,120
State Grant	<u>40,892</u>
Net Assets Released from Restrictions	
Restrictions Satisfied by Payments	<u>(213,012)</u>
Change in Temporarily Restricted Net Assets	<u>-</u>
 Change in Net Assets	 26,445
 Net Assets as of Beginning of Year	 <u>10,861</u>
 Net Assets as of End of Year	 <u>\$ 37,306</u>

See Accompanying Auditor's Report and Notes to Financial Statements.

ELISHA MINISTRIES, INCORPORATED  
Statement of Cash Flows

For the Year Ended  
July 31, 2009

<b>Operating Activities</b>	
Change in Net Assets	\$ 26,445
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
Increase in Deferred Revenue	715
Decrease in Grant Receivable	18,269
Decrease in Due to HUD	(37,510)
Decrease in Accounts Payable/Accrued Liabilities	<u>(10,447)</u>
Total Adjustments	<u>(28,973)</u>
Net Cash Used by Operating Activities	<u>(2,528)</u>
<b>Financing Activities</b>	
Principal Payments on Credit Line	<u>(5,454)</u>
Net Cash Used by Financing Activities	<u>(5,454)</u>
Net Cash Decrease for the Period	(7,982)
Cash and Cash Equivalents as of Beginning of Year	<u>51,448</u>
Cash and Cash Equivalents as of the End of Year	<u><u>\$ 43,466</u></u>
<b>Supplemental Information:</b>	
Interest Paid	<u><u>\$ 665</u></u>

See Accompanying Auditor's Report and Notes to Financial Statements.

ELISHA MINISTRIES, INCORPORATED  
Statement of Functional Expenses

For the Year Ended  
July 31, 2009

	Restrictions Satisfied by Payments				Unrestricted	
	Temporarily Restricted			Total	General Fund	Total All Funds
	HUD	Rural Supportive Housing	State			
<b>Support Services</b>						
Personnel Costs						
Salaries and Wages	\$ -	\$ 20,849	\$ 18,629	\$ 39,478	\$ -	\$ 39,478
Payroll Taxes and Other Fringe Benefits	-	2,239	1,425	3,664	-	3,664
<b>Total Personnel Costs</b>	-	23,088	20,054	43,142	-	43,142
<b>Other Support Services</b>						
HMIS	5,600	-	-	5,600	100	5,700
In-kind Support Services	-	-	-	-	60,339	60,339
Leasing	13,968	29,991	-	43,959	-	43,959
Other Supportive Services	18,999	2,504	-	21,503	-	21,503
<b>Total Other Support Services</b>	38,567	32,495	-	71,062	60,439	131,501
<b>Total Support Services</b>	38,567	55,583	20,054	114,204	60,439	174,643
Administration	4,863	3,669	3,840	12,372	350	12,722
<b>Operating Cost</b>						
Personnel Costs						
Salaries and Wages	36,591	1,494	-	38,085	4,003	42,088
Payroll Taxes and Other Fringe Benefits	3,380	134	-	3,514	1,857	5,371
<b>Total Personnel Costs</b>	39,971	1,628	-	41,599	5,860	47,459
<b>Other Operating Cost</b>						
Interest Expense	-	-	-	-	665	665
Other Operating Costs	18,735	9,104	12,857	40,696	1,557	42,253
Supplies	-	-	587	587	-	587
Travel	-	-	3,554	3,554	-	3,554
<b>Total Other Operating Cost</b>	18,735	9,104	16,998	44,837	2,222	47,059
<b>Total Operating Cost</b>	58,706	10,732	16,998	86,436	8,082	94,518
<b>Total Functional Expenses</b>	<b>\$ 102,136</b>	<b>\$ 69,984</b>	<b>\$ 40,892</b>	<b>\$ 213,012</b>	<b>\$ 68,871</b>	<b>\$ 281,883</b>

See Accompanying Auditor's Report and Notes to Financial Statements.

**Elisha Ministries, Incorporated  
Ruston Louisiana**

**Notes to the Financial Statements  
As of and For the Year Ended July 31, 2009**

**NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Operations**

The Elisha Ministries, Incorporated is a private non-profit organization domiciled in the State of Louisiana at Ruston, Louisiana. The Organization is recognized as a tax exempt (non-profit) organization under section 501 (c) (3) of the Internal Revenue Service Code. The Organization is supported primarily through federal, state and private contracts, contributions and donations from the public. The objective of the Organization is to provide housing for permanent placement of individuals affected by a chronic mental illness, substance abuse, or a related disabling disorder. The Organization is governed by a Board of Directors consisting of seven (7) members. The Board Members receive no compensation.

**Basis of Presentation**

For the year ending July 31, 2009, the Organization followed provisions of Statement of Financial Accounting Standards No. 117, Financial Statements of Not-for-Profit Organizations. Statement No. 117 requires the Organization to distinguish between contributions that increase permanently restricted net assets, temporarily restricted net assets, and unrestricted net assets. It also requires recognition of contributions, including contributed services meeting certain criteria, at fair values. Statement No. 117 establishes standards for general-purpose external financial statements of not-for-profit organizations and requires a statement of financial position, a statement of activities, and a statement of cash flows.

**Public Support and Revenue**

In order to comply with restrictions, which donors place on contracts and other gifts as well as designations made by its governing board, the principles of reporting net assets are used. Revenue and public support consists mainly of state and private contracts, fundraising, and contributions. Contracts and other contributions of cash and other assets are reported as permanently restricted or temporarily restricted if they are received with donor restrictions or restrictions designated by the governing board. Contributions are considered to be unrestricted unless restricted by the donor. All assets over which the Board of Directors has discretionary control have been included in the General Fund.

**Elisha Ministries, Incorporated**  
**Notes to Financial Statements (Continued)**

**Depreciation**

The Organization follows the practice of capitalizing, at cost, all expenditures for fixed assets in excess of \$5,000. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

Building and improvements	30 years
Furniture and equipment	7 years
Automobile	5 years

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Cash and Cash Equivalents**

The Organization considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The Organization had no cash equivalents during the audit period. On July 31, 2009, the Organization had cash totaling \$43,467 as follows:

Unrestricted	\$ 37,360
Temporarily Restricted	<u>6,107</u>
Total Cash	<u>\$ 43,467</u>

**Total Columns**

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position results of operations and changes in net assets in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

**Elisha Ministries, Incorporated**  
**Notes to Financial Statements (Continued)**

**NOTE B. FIXED ASSETS**

For the year ended July 31, 2009, the Organization had net fixed assets totaling \$0.00. The following schedule reflects the balances in fixed assets at July 31, 2009:

	<u>8/1/2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>7/31/2009</u>
Depreciable Assets				
Vehicle	\$ 13,137	\$ -	\$ -	\$ 13,137
Total Depreciable Assets	13,137	-	-	13,137
Less Accumulated Depreciation:				
Depreciation	(13,137)	-	-	(13,137)
Total Accumulated Depreciation	(13,137)	-	-	(13,137)
Net Depreciable Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NOTE C. FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**NOTE D. DEFERRED REVENUE**

At July 31, 2009, the Organization had deferred revenue totaling \$6,107 consisting of the following:

Supportive Housing Program Grants	
Total HUD Grant Revenue	\$ 178,227
Less Grant Funds Expended	(172,120)
Total Deferred HUD Revenue	<u>\$ 6,107</u>

**NOTE E. NOTES PAYABLE**

The Organization entered into a \$25,000 (twenty-five thousand dollars) loan agreement with the La Capitol Federal Credit Union on June 24, 2005 for operating capital. The terms of the loan are five years at 7.74% interest with monthly payments of \$510 (five hundred ten dollars). At July 31, 2009, the Organization owed \$5,613 as follows:

<u>Fiscal Year</u>	<u>Principal Payment</u>
2010	5,613
Total	<u>\$ 5,613</u>

**Elisha Ministries, Incorporated**  
**Notes to Financial Statements (Continued)**

**NOTE F. BUDGET PRACTICES**

The Organization prepares an annual budget for its federal and state funded supportive housing programs, which are approved by the Board of Directors. As a result, “budgets to actual” comparative statements are presented for each of its supportive housing programs as supplemental information.

**NOTE G. INTERFUND TRANSACTIONS**

Following SFAS No. 117, the statement of Financial Position focuses on the Organization as a whole. Therefore, interfund receivables (“Due From”) and interfund liabilities (“Due To”) are eliminated from the financial statements because they are not assets or liabilities of the Organization as a whole. However, since the Organization maintains separate funds to account for grant activities within those funds; interfund liabilities and receivables are recognized at the fund level. The Organizations maintained the following funds for the period ending July 31, 2009:

General Fund -All assets that are not restricted by the donor or the Board of Directors have been included in the General Fund.

State Fund-The State Fund is used to account for proceeds from a contract with the State of Louisiana to provide supportive housing.

HUD Fund-The HUD Fund is used to account for proceeds from a contract with the Department of Housing and Urban Development to provide supportive housing.

Rural Supportive Housing Fund- The Rural Supportive Housing Fund is used to account for proceeds from a contract with the Department of Housing and Urban Development to provide supportive housing.

At July 31, 2009, the “Due To” and “Due From” accounts for each of the funds were as follows:

	<b>Due To</b>	<b>Due From</b>
<b>General Fund</b>		
State	\$ -	\$ 15,781
HUD	-	785
Rural Supportive Housing	-	27,719
Total General Fund	-	44,285
<b>HUD</b>		
General Fund	785	-
Total HUD	785	-
<b>Rural Supportive Housing</b>		
General Fund	27,719	-
Total Rural Supportive Housing	27,719	-
<b>State</b>		
General Fund	15,781	-
Total State	15,781	-
<b>Total Interfund Transactions</b>	<b>\$ 44,285</b>	<b>\$ 44,285</b>



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**Independent Auditor's Report On Internal Control Over Financial Reporting and on Compliance and Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards***

To: The Board of Directors  
Elisha Ministries, Incorporated

I have audited the financial statements of Elisha Ministries, Incorporated (a nonprofit organization) for the year ended July 31, 2009, and have issued my report thereon dated September 15, 2009. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing my audit, I considered Elisha Ministries, Incorporated's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing an opinion on the effectiveness of Elisha Ministries, Incorporated's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Elisha Ministries, Incorporated's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Elisha Ministries, Incorporated's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Elisha Ministries, Incorporated's financial statements that is more than inconsequential will not be prevented or detected by the Elisha Ministries, Incorporated's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Elisha Ministries, Incorporated's internal control.

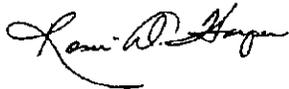
My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

**Independent Auditor's Report On Internal Control Over Financial Reporting and on Compliance and Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards* (Continued)**

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Elisha Ministries, Incorporated's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instance of noncompliance and other matters that is required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the audit committee, management, Board of Directors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.



Rosie D. Harper  
Certified Public Accountant

Monroe, Louisiana  
September 15, 2009

## **SUPPLEMENTAL INFORMATION**

ELISHA MINISTRIES, INCORPORATED  
 Schedule of Activities-Budget to Actual  
 Supportive Housing Program  
 HUD Project Number LA48B405001

For the Year Ended  
 July 31, 2009

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenue</b>			
Grants	\$ 102,136	\$ 102,136	\$ -
<b>Total Revenue</b>	<u>102,136</u>	<u>102,136</u>	<u>-</u>
<b>Expenses</b>			
Administrative	4,863	4,863	-
HMIS Costs	5,600	5,600	-
Operating Costs	58,706	58,706	-
Rent Expense	13,968	13,968	-
Supportive Services	<u>18,999</u>	<u>18,999</u>	<u>-</u>
<b>Total Functional Expenses</b>	<u>102,136</u>	<u>102,136</u>	<u>-</u>
<b>Change in Net Assets</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Accompanying Auditor's Report.

ELISHA MINISTRIES, INCORPORATED  
 Schedule of Activities-Budget to Actual  
 Rural-Supportive Housing Program  
 HUD Project Number LA48B405002

For the Year Ended  
 July 31, 2009

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenue</b>			
Grants	\$ 88,861	\$ 69,984	\$ 18,877
<b>Total Revenue</b>	<u>88,861</u>	<u>69,984</u>	<u>18,877</u>
<b>Expenses</b>			
Administration Services	3,946	3,669	277
Leasing	43,887	29,991	13,896
Operations	12,151	10,732	1,419
Supportive Services	<u>28,877</u>	<u>25,592</u>	<u>3,285</u>
<b>Total Functional Expenses</b>	<u>88,861</u>	<u>69,984</u>	<u>18,877</u>
<b>Change in Net Assets</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Accompanying Auditor's Report.

**ELISHA MINISTRIES, INCORPORATED**  
 Schedule of Activities-Budget to Actual  
 Louisiana Department of Health Hospitals

For the Year Ended  
 July 31, 2009

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenue</b>			
State Grants	\$ 44,917	\$ 40,892	\$ 4,025
<b>Total Revenue</b>	<u>44,917</u>	<u>40,892</u>	<u>4,025</u>
<b>Expenses</b>			
Administrative	3,840	3,840	-
Operating Expense	14,365	12,857	1,508
Personal Services	19,973	18,629	1,344
Related Benefits	1,945	1,425	520
Supplies	1,208	587	621
Travel	3,586	3,554	32
<b>Total Functional Expenses</b>	<u>44,917</u>	<u>40,892</u>	<u>4,025</u>
<b>Change in Net Assets</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Accompanying Auditor's Report.

Elisha Ministries, Incorporated  
Schedule of Cash Match & Inkind Contributions

Schedule 4

FY July 31, 2009

<b>Sources of Matching Funds &amp; In-Kind Contributions</b>	<b>Amount</b>
<b>Matching Funds</b>	
State Contract	\$ 40,892
Occupancy Charge/Fees Client	28,140
<i>Total Matching Funds</i>	<u>69,032</u>
<b>In-Kind Contributions</b>	
Professional Services	60,339
<i>Total In-Kind Contributions</i>	<u>60,339</u>
<b>Total</b>	<b>\$ 129,371</b>

See Accompanying Auditor's Report.

ELISHA MINISTRIES, INCORPORATED  
Schedule of Expenditures of Federal Awards

For the Year Ended  
July 31, 2009

<b>SOURCE OF FEDERAL ASSISTANCE AGENCY</b>	<b>FEDERAL CFDA NUMBER</b>	<b>FEDERAL EXPENDITURES</b>
UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		
<b>Supportive Housing Program (Non-major Program)</b>	14.235	\$ 172,120
TOTAL UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		172,120
 TOTAL EXPENDITURES OF FEDERAL AWARDS		\$ 172,120

**ELISHA MINISTRIES, INCORPORATED  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JULY 31, 2009**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Elisha Ministries, Incorporated and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

See Accompanying Auditor's Report and Notes to Financial Statements

ELISHA MINISTRIES, INCORPORATED

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended July 31, 2009

I have audited the financial statements of Elisha Ministries, Incorporated (a nonprofit organization) for the year ended July 31, 2009, and have issued my report thereon dated September 15, 2009. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My audit of the financial statements as of July 31, 2009, resulted in an unqualified opinion.

**Section I – Summary of Auditor’s Reports**

Report on Compliance and Internal Control Material to the Financial Statements

Internal Control

Material Weaknesses  Yes  No

Reportable Conditions  Yes  No

Compliance

Compliance Material to Financial Statements  Yes  No

**Section II – Financial Statement Findings**

**QUESTIONED COSTS**

There were no questioned costs.

**ELISHA MINISTRIES, INCORPORATED**  
**SUMMARY SCHEDULE OF PRIOR PERIOD FINDINGS**  
**JULY 31, 2009**

**Finding-08:01**

**Cash Management**

**Excess Advance Funds Requested**

**Statement of  
Conditions:**

The Organization requested excess funds in the amount of \$37,510 which must be returned to HUD.

**Recommendation:**

The Organization should establish policies and procedures to ensure sound budget control principles.

**Current Status:**

**CLEARED**